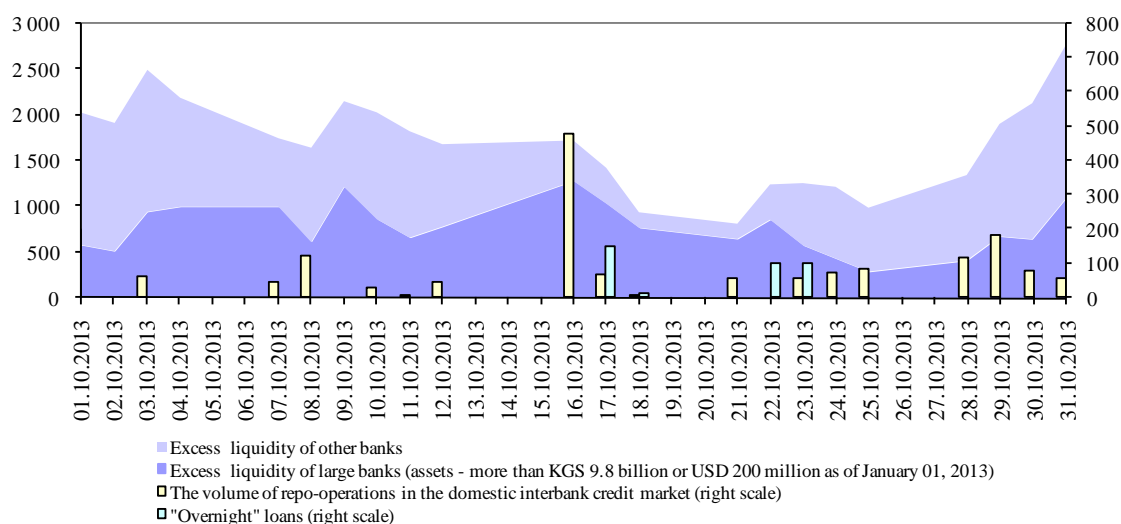


## Interbank market of credit resources (October, 2013)

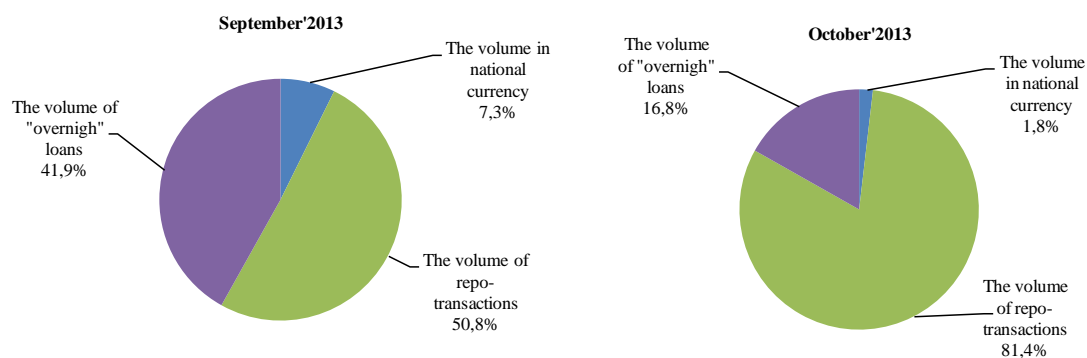
In October, there was an increase in the average daily level of liquidity on the interbank market to 1.7 billion soms from 1.5 billion soms a month earlier, which occurred mainly due to the increase of indicators of excess reserves at several leading banks (Graph 1).

The total volume of loans in som on the interbank market amounted to 2.2 billion soms (-45.9 percent). The volume of transactions on the domestic interbank market of loans (excluding “overnight” credits) amounted to 1.8 billion soms, having decreased compared to the previous month by 22.6 percent. In particular, the volume of interbank credits in national currency decreased over the month by 86.4 percent to 40.5 million soms, and the volume of repo-operations – by 13.4 percent to 1.8 billion soms. Also in the reporting period there was recorded some decline of weighted average interest rate on loans in national currency which was at the rate of 4.0 percent (-3.8 percentage points). In this period credit transactions in foreign currency between banks were not committed.

**Graph 1. Dynamics of excess reserves of commercial banks (in national currency) and the volume of interbank loans**  
(mln. KGS)



**Graph 2. Dynamics of the operations volume and the interest rates on the domestic interbank credit market**  
(mln. KGS)



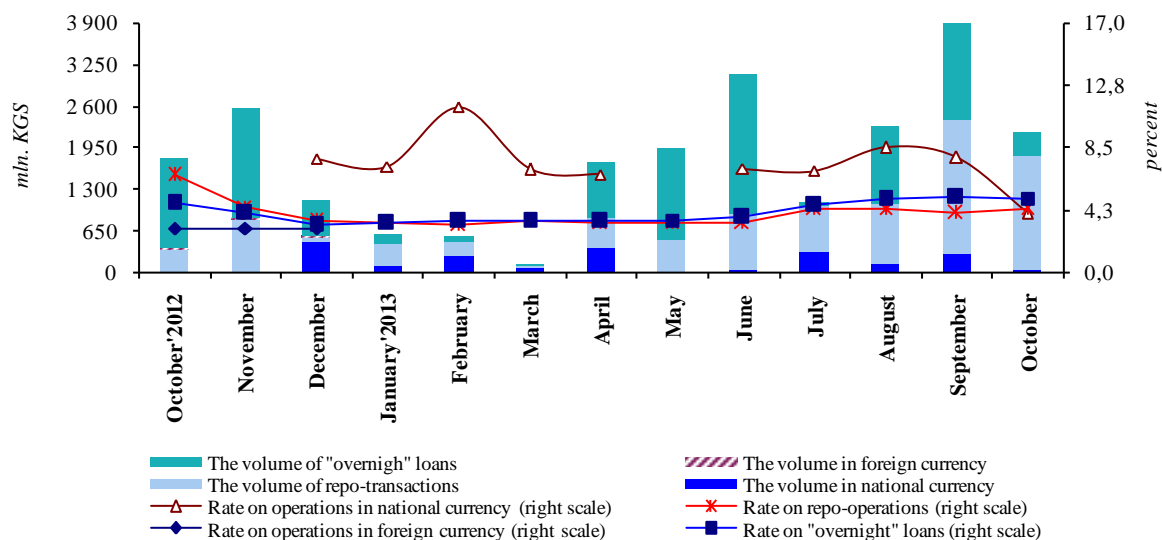
In October 2013, the share of repo-operations significantly increased from 50.8 percent to 81.4 percent of the total volume of transactions on the interbank credit market. Transactions for the most popular loans on repo were conducted at a rate of 4.3 percent annual (-0.2 percentage points).

There was a decrease of demand for “overnight” credits, the volume of which decreased compared with the previous month from 1.7 billion soms to 370.0 million soms. The interest rate on these loans for the reporting period amounted to 5.0 percent.

During the reporting period, one market participant in the segment of interbank credits in national currency received in the amount of 40.5 million soms on standard credit terms that formed the entire volume of transactions in this segment during the reporting month.

Thus, the total volume of transactions in the domestic interbank market of loans (excluding “overnight” credits) amounted to 1.8 billion soms, having decreased compared to the previous month by 22.6 percent. In particular, the volume of interbank loans in national currency decreased over the month by 86.4 percent to 40.5 million soms, and the volume of repo-operations – by 13.4 percent to 1.8 billion soms. In the reporting period credit transactions in foreign currency between banks were not committed.

**Graph 3. Dynamics of the operations volume and the interest rates on the domestic interbank credit market**



The concentration index of creditors over the month dropped from 0.52 to 0.46, and the concentration index of debtors was 0,25 against 0.42 in the previous month. The values of these indices indicate a continuing average level of market concentration and correspond to the presence on the market of two lenders and four borrowers with equal shares.

**Graph 4. Dynamics of the operations volume and the interest rates on the interbank money market for transactions in foreign currency with non-resident banks**

